



JENNIFER M. GRANHOLM  
GOVERNOR

STATE OF MICHIGAN  
DEPARTMENT OF TREASURY  
LANSING

ROBERT J. KLEINE  
STATE TREASURER

July 17, 2006

Streamlined Sales Tax Governing Board, Inc.  
c/o Scott Peterson, Executive Director  
P.O. Box 7018  
Pierre, South Dakota 57501

Re: Michigan's 2006 Compliance Certification

Dear Governing Board:

On July 1, 2005, Michigan's Petition for Membership in the Streamlined Sales and Use Tax Agreement ("Agreement") was approved. Along with its Petition for Membership, Michigan submitted a Certificate of Compliance. Section 803 of the Agreement requires each member state to annually recertify to the Governing Board, by August 1 of each year after the year of initial entry, that it is in compliance with the Agreement. The annual recertification shall include any changes in the member state's statutes, rules, regulation, or other authorities that could affect its compliance with the terms of the Agreement, and shall be signed by the chief executive of the state's tax agency.

Please accept this letter as the required annual recertification that Michigan remains in compliance with the Agreement. Since the submission of our Certificate of Compliance in 2005, there have been no changes in Michigan's statutes, rules, regulations or other authorities that affect Michigan's compliance with the terms of the Agreement. We anticipate that appropriate statutory amendments to address changes made to the Agreement subsequent to the filing of Michigan's Petition for Membership will be effective no later than January 1, 2008. Michigan is in compliance with the Agreement, in accordance with Section 805 of the Agreement.

I note that the definition of "sales price" contained in Michigan's General Sales Tax Act and the definition of "purchase price" contained in Michigan's Use Tax Act have not yet been amended to include the provisions dealing with discounts. However, those discount provisions are currently being followed administratively.

A copy of this letter has been posted on Michigan's Web site.

Sincerely,

A handwritten signature in cursive script that reads "Robert J. Kleine".

Robert J. Kleine  
State Treasurer

cc: Dale P. Vettel